LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

301 State House (317) 232-9855

FISCAL IMPACT STATEMENT

LS 6740 DATE PREPARED: Jan 3, 2001

BILL NUMBER: HB 1253 BILL AMENDED:

SUBJECT: Salaries of city and town legislative body members.

FISCAL ANALYST: Chris Baker **PHONE NUMBER:** 232-9851

FUNDS AFFECTED: GENERAL IMPACT: Local

DEDICATED FEDERAL

<u>Summary of Legislation:</u> This bill allows a city or town legislative body to require a member of the legislative body to attend all or a minimum number of the meetings of the body in order to be entitled to full compensation. The bill provides that the ordinance establishing this requirement may excuse a member for missing a meeting, but requires the legislative body to establish a policy that specifies the circumstances in which an absence is excused.

Effective Date: July 1, 2001.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: The passage of an ordinance by a city or town legislative body to reduce the salary of a member who does not attend all or part of a meeting would reduce the salary expenditures of the city or town. Additionally, salary expenditures would be reduced if the member does not receive an excused absence for missing a meeting. The fiscal impact of this bill is indeterminable and dependent on the passage of an ordinance as well as the amount of reduction of a salary. The fiscal impact will vary between cities and towns.

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected: Cities and towns.

Information Sources:

HB 1253+